

Must be Postmarked
No Later Than
February 3, 2009

Loral Space & Communications Shareholders' Securities Litigation
c/o The Garden City Group, Inc.
PO Box 9324
Dublin, OH 43017-4224
1-866-394-2787

LRL



PROOF OF CLAIM AND RELEASE

PART I: CLAIMANT IDENTIFICATION:

Claim Number: _____ Control Number: _____

WRITE ANY NAME AND ADDRESS CORRECTIONS BELOW OR IF THERE IS NO PREPRINTED DATA TO THE LEFT, YOU MUST PROVIDE YOUR FULL NAME AND ADDRESS HERE:

Name:
Address:
City:
State/Country:
Zip Code:

IF THE ABOVE AREA IS BLANK, YOU MUST ENTER YOUR FULL NAME AND ADDRESS HERE →

You must fill in the last four digits of your Social Security Number/Taxpayer ID Number if box is blank:

Daytime Telephone Number: () - - - -

Evening Telephone Number: () - - - -

Email Address:

- Check appropriate box:**
- | | |
|-----------------------------------------------------|------------------------------------------------|
| <input type="checkbox"/> Individual/Sole Proprietor | <input type="checkbox"/> Corporation |
| <input type="checkbox"/> Joint Owners | <input type="checkbox"/> IRA/RRSP |
| <input type="checkbox"/> Partnership | <input type="checkbox"/> Pension Plan |
| <input type="checkbox"/> Trust | <input type="checkbox"/> Other _____ (Specify) |

GENERAL INSTRUCTIONS

1. To recover as a member of the Settlement Class in the action entitled In re Loral Space & Communications Shareholders' Securities Litigation, 03 CV 8262 (JES), pending in the United States District Court for the Southern District of New York, you must complete and sign this Proof of Claim and Release, providing all the information and documentation required

2. YOU MUST MAIL YOUR COMPLETED AND SIGNED PROOF OF CLAIM AND RELEASE SO THAT IT IS POSTMARKED BY FEBRUARY 3, 2009, ADDRESSED TO THE GARDEN CITY GROUP, INC. (THE "CLAIMS ADMINISTRATOR") AS FOLLOWS:

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c/o The Garden City Group, Inc.
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Dublin, OH 43017-4224

3. If you are NOT a member of the Settlement Class, DO NOT submit a Proof of Claim and Release Form. Members of the Settlement Class are all persons and entities who purchased the common stock of Loral Space and Communications Ltd. ("Loral") during the period July 31, 2002 through and including June 29, 2003 (the "Settlement Class Period").

4. If you are a member of the Settlement Class and you did not timely request exclusion in connection with the proposed settlement as provided in the Notice, you are bound by the terms of any judgment entered in the Litigation, including the releases provided therein, REGARDLESS OF WHETHER YOU SUBMIT A PROOF OF CLAIM AND RELEASE.



CLAIMANT IDENTIFICATION

1. If you purchased Loral common stock in your own name, you are the beneficial purchaser as well as the record purchaser. If, however, you purchased Loral common stock in the name of a third party, such as a nominee or brokerage firm, you are the beneficial purchaser and the third party is the record purchaser.

2. THIS CLAIM MUST BE FILED BY THE ACTUAL BENEFICIAL PURCHASER OR PURCHASERS, OR THE LEGAL REPRESENTATIVE OF SUCH PURCHASER OR PURCHASERS, OF THE LORAL COMMON STOCK UPON WHICH THIS CLAIM IS BASED.

3. All joint purchasers must sign this claim. Executors, administrators, guardians, conservators, and trustees must complete and sign this claim on behalf of persons represented by them and their authority must accompany this claim, and their titles or capacities must be stated. The Social Security (or taxpayer identification) number and telephone number of the beneficial owner may be used in verifying the claim. Failure to provide the foregoing information could delay verification of your claim and/or result in claim rejection.

CLAIM FORM

1. Use the following "Schedule of Transactions in Loral Common Stock" to supply all required details of your transaction(s) in Loral common stock. If you need more space or additional schedules, attach separate sheets giving all of the required information in substantially the same form. Sign and print or type your name on each additional sheet.

2. On the schedules, provide all requested information with respect to all of your purchases during the Settlement Class Period and all of your sales of Loral common stock that took place at any time, whether such transactions resulted in a profit or a loss. Failure to report all such transactions may result in rejection of your claim.

3. List each transaction in the Settlement Class Period separately and in chronological order, by trade date, beginning with the earliest. You must accurately provide the month, day and year of each transaction you list.

4. You should attach copies of broker confirmations or other documentation of your transactions in Loral common stock to your claim. Failure to provide this documentation could delay verification of your claim and/or result in claim rejection.

5. NOTICE REGARDING ELECTRONIC FILES: Certain claimants with large numbers of transactions may request, or may be requested, to submit information regarding their transactions in electronic files. All Claimants MUST submit a manually signed paper Proof of Claim form listing all their transactions whether or not they also submit electronic copies. If you wish to file your claim electronically, you must contact the Claims Administrator at 1-866-394-2787 or visit their website at www.gardencitygroup.com to obtain the required file layout. No electronic files will be considered to have been properly submitted unless the Claims Administrator issues to the Claimant a written acknowledgment of receipt and acceptance of electronically submitted data.



PART II: SCHEDULE OF TRANSACTIONS IN LORAL COMMON STOCK

Separately list each of your purchases or sales of Loral common stock below. Photocopy this page if more space is needed. **Be sure to include your name and the last four digits of your Social Security number or Tax ID number on any additional sheets.** The date of purchase or sale is the "trade" or "contract" date, and not the "settlement" or "payment" date.

1. **BEGINNING HOLDINGS:** At the opening of trading on **July 31, 2002**, I owned shares of Loral common stock (If none, write 0) (Must be documented).

2. **PURCHASES:** I made the following purchases of Loral common stock during the period between **July 31, 2002** through **June 29, 2003**, inclusive (Must be documented).

Trade Date(s) (List Chronologically) (Month/Day/Year)	Number of Shares of Common Stock Purchased	Purchase Price Per Share	Total Purchase Price (including commissions, transfer taxes, or other fees)
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

3. **PURCHASES:** Please list the total number of shares of Loral common stock shares purchased during the period **June 30, 2003** to **October 14, 2003**, inclusive:

4. **SALES:** I made the following sales of Loral common stock during the period between **July 31, 2002** through **October 14, 2003**, inclusive (Must be documented).

Trade Date(s) (List Chronologically) (Month/Day/Year)	Number of Shares of Common Stock Sold	Sale Price Per Share	Total Purchase Price (net of commissions, transfer taxes, or other fees)
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

5. **UNSOLD HOLDINGS:** At the close of trading on **October 14, 2003**, I still owned shares of Loral common stock (If none, write 0) (Must be documented).

IF YOU NEED ADDITIONAL SPACE TO LIST YOUR TRANSACTIONS YOU MUST PHOTOCOPY THIS PAGE AND CHECK THIS BOX
IF YOU DO NOT CHECK THIS BOX THESE ADDITIONAL PAGES WILL NOT BE REVIEWED



SUBMISSION TO JURISDICTION OF COURT AND ACKNOWLEDGMENTS

I (We) submit this Proof of Claim and Release under the terms of the Stipulation of Settlement described in the Notice. I (We) submit to the jurisdiction of the United States District Court for the Southern District of New York with respect to my claim as a Settlement Class member and for purposes of enforcing the release set forth herein. I further acknowledge that I am bound by and subject to the terms of any judgment that may be entered in this action. I agree to furnish additional information to Class Counsel or the Claims Administrator to support this claim, including details of transactions in other Loral securities, such as options, if requested to do so. I have not submitted any other claim covering the same purchases or sales of Loral common stock during the Settlement Class Period and know of no other person having done so on my behalf.

RELEASE

1. I (We) hereby acknowledge full and complete satisfaction of, and do hereby fully, finally, and forever settle, release, relinquish and discharge from the Settled Claims, each and all of the Released Parties from all claims arising out of or in connection with the institution, prosecution, or assertion of the Action or the Settled Claims.

2. I (We) hereby covenant not to sue the Released Parties in any action alleging any Settled Claims, and hereby acknowledge that I (We) are forever enjoined and barred from asserting any of the Settled Claims against any of the Released Parties in any action or proceeding of any nature, whether or not I (We) participate in the Settlement Fund, file an objection to the Settlement, the proposed Plan of Allocation, or any application by Class Counsel for an award of attorneys' fees and expenses, and whether or not my (our) claim is approved or allowed.

3. I (We) stipulate and agree, and do hereby fully, finally, and forever waive and relinquish, to the fullest extent permitted by law, the provisions, rights, and benefits of Section 1542 of the California Civil Code, which provides:

A general release does not extend to claims which the creditor does not know or suspect to exist in his or her favor at the time of executing the release, which if known by him or her must have materially affected his or her settlement with the debtor.

I (We) further stipulate and agree, and do hereby fully, finally, and forever waive any and all provisions, rights and benefits conferred by the law of any state or territory of the United States, or principle of common law, which is similar, comparable or equivalent to Section 1542 of the California Civil Code. I (We) expressly acknowledge that the foregoing waivers were bargained for and constitute key elements of this Settlement.

4. This release shall be of no force or effect unless and until the Court approves the Stipulation of Settlement and the Stipulation becomes effective on the Effective Date (as defined in the Stipulation).

5. I (We) hereby warrant and represent that I (we) have not assigned or transferred or purported to assign or transfer, voluntarily or involuntarily, any matter released pursuant to this release or any other part or portion thereof.

6. I (We) hereby warrant and represent that I (we) have included information about all of my (our) transactions in Loral common stock that occurred during the Settlement Class Period as well as the amount of Loral common stock held by me (us) at the opening of trading on July 31, 2002.

UNDER THE PENALTIES OF PERJURY, I (WE) CERTIFY THAT ALL OF THE INFORMATION I (WE) PROVIDED ON THIS PROOF OF CLAIM FORM IS TRUE, CORRECT AND COMPLETE.

Signature of Claimant (If this claim is being made on behalf of Joint Claimants, then each must sign)

(Signature)

(Signature)

(Title/Capacity of person(s) signing, e.g. beneficial purchaser(s), president, executor, administrator, trustee, etc.)

Date: _____

**ACCURATE CLAIM PROCESSING TAKES TIME.
THANK YOU FOR YOUR PATIENCE.**

REMINDER CHECKLIST

1. Please sign the Certification section of the Proof of Claim and Release form.
2. If this claim is made on behalf of joint claimants, then both must sign.
3. Please remember to attach supporting documents.
4. **DO NOT SEND ORIGINALS OF ANY SUPPORTING DOCUMENTS.**
5. Keep a copy of your Proof of Claim and Release form and all documentation submitted for your records.
6. The Claims Administrator will acknowledge receipt of your Proof of Claim and Release by mail, within 45 days. Your claim is not deemed filed until you receive an acknowledgment postcard. If you do not receive an acknowledgment postcard within 45 days, please call the Claims Administrator toll free at 1-866-394-2787.
7. If you move, please send us your new address.
8. **Do not use highlighter on the Proof of Claim and Release form or supporting documentation.**

**THIS PROOF OF CLAIM AND RELEASE MUST BE POSTMARKED NO LATER THAN
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